



General Assembly

January Session, 2009

***Raised Bill No. 6432***

LCO No. 3441

\*03441\_\_\_\_\_FIN\*

Referred to Committee on Finance, Revenue and Bonding

Introduced by:  
(FIN)

***AN ACT CONCERNING THE USE OF TRANSPORTATION-RELATED  
GENERAL OBLIGATION BOND FUNDS FOR DEBT SERVICE.***

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. Section 3-21c of the general statutes is repealed and the  
2 following is substituted in lieu thereof (*Effective from passage*):

3 Notwithstanding any general statute, public act or special act, upon  
4 a determination by the Treasurer and approval by the State Bond  
5 Commission that unexpended proceeds of [transportation related]  
6 transportation-related general obligation bonds of the state issued  
7 pursuant to section 3-20 and accounted for in a general obligation  
8 bond fund of the state established by the Treasurer are no longer  
9 required for any of the purposes or projects funded or remaining to be  
10 funded from amounts in such bond fund, the Treasurer is authorized  
11 to transfer all or any portion of said unexpended bond proceeds from  
12 such bond fund for further credit to the General Fund, or to the Special  
13 Transportation Fund of the state established pursuant to section 13b-  
14 68, provided (1) the debt service on the bonds from which such  
15 unexpended proceeds were derived is otherwise payable from the  
16 Special Transportation Fund as permitted by section 13b-69, and

17 [provided further] (2) the Treasurer shall determine that such transfer  
18 shall not adversely affect the exclusion from gross income of the  
19 interest on the bonds from which such unexpended proceeds are  
20 derived, pursuant to Section 103 of the Internal Revenue Code of 1986  
21 or any corresponding internal revenue code of the United States, as  
22 from time to time amended.

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>from passage</i>	3-21c

***Statement of Purpose:***

To permit the use of transportation-related general obligation bond funds for payment of debt service for both general obligation bonds and transportation-related general obligation bonds, thereby allowing for the closure of an old bond fund.

*[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]*